

The grantor covenants and agrees to and with the beneficiary and those claiming under him, that he is lawfully seized in fee simple of said described real property and has a valid, unencumbered title thereto except Mortgage recorded December 8, 1981 in Volume H81, page 21091, Microfilm Records of Klamath County, Oregon in favor of the State of Oregon, represented by the Department of Veterans Affairs, as Beneficiary and that he will warrant and forever defend the same against all persons whomsoever.

The grantor warrants that the proceeds of the loan represented by the above described note and this trust deed are:
(a)* primarily for grantor's personal, family or household purposes (see Important Notice below),
(b) for an organization, or (even if grantor is a natural person) are for business or commercial purposes.

This deed applies to, inures to the benefit of and binds all parties hereto, their heirs, legatees, devisees, administrators, executors, personal representatives, successors and assigns. The term beneficiary shall mean the holder and owner, including pledgee, of the contract secured hereby, whether or not named as a beneficiary herein. In construing this deed and whenever the context so requires, the masculine gender includes the feminine and the neuter, and the singular number includes the plural.

IN WITNESS WHEREOF, said grantor has hereunto set his hand the day and year first above written.

* IMPORTANT NOTICE: Delete, by lining out, whichever warranty (a) or (b) is not applicable; if warranty (a) is applicable and the beneficiary is a creditor as such word is defined in the Truth-in-Lending Act and Regulation Z, the beneficiary MUST comply with the Act and Regulation by making required disclosures; for this purpose use Stevens-Ness Form No. 1319, or equivalent. If compliance with the Act is not required, disregard this notice.

THOMAS H. ANDREWS
MANDI D. ANDREWS

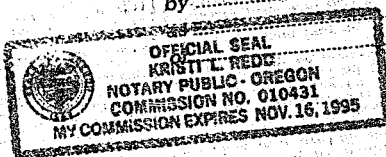
STATE OF OREGON, County of Klamath

March 12, 1992

This instrument was acknowledged before me on
by THOMAS H. ANDREWS and MANDI D. ANDREWS

This instrument was acknowledged before me on

by



Kristi L. Redd
Notary Public for Oregon
My commission expires 11/15/95

REQUEST FOR FULL RECONVEYANCE

To be used only when obligations have been paid.

TO: _____, Trustee

The undersigned is the legal owner and holder of all indebtedness secured by the foregoing trust deed. All sums secured by said trust deed have been fully paid and satisfied. You hereby are directed, on payment to you of any sums owing to you under the terms of said trust deed or pursuant to statute, to cancel all evidences of indebtedness secured by said trust deed (which are delivered to you herewith together with paid trust deed) and to reconvey, without warranty, to the parties designated by the terms of said trust deed the estate now held by you under the same. Mail reconveyance and documents to _____, 19____.

DATED: _____, 19____

Beneficiary

SEE ENROLL NO. PLACEMENT NUMBER YED ON INTER RECONVEYANCE INSTRUMENT
VERIFICATION OF RECONVEYANCE
NOTATION OF Y PLACEMENT NUMBER IN SPACE ON OREGON RECONVEYANCE OF
THIS Do not lose or destroy this Trust Deed OR THE NOTES which it secures. Both must be delivered to the trustee for cancellation before reconveyance will be made.

TRUST DEED

(FORM No. 681)
STEVENS-NESS LAW PUB. CO., PORTLAND, ORE.

THOMAS H. ANDREWS and MANDI D. ANDREWS

1209 SUMMERS LANE
KLAMATH FALLS, OR 97603

Grantor

JOHANN KLEIN, JR. and BELVA KLEIN

5420 MARYLAND AVE.
KLAMATH FALLS, OR 97603

Beneficiary

UPON AFTER RECORDING RETURN TO
MOUNTAIN TITLE COMPANY
OF KLAMATH COUNTY

SPACE RESERVED
FOR
RECORDER'S USE

STATE OF OREGON, } ss.

County of _____

I certify that the within instrument was received for record on the _____ day of _____, 19____, at _____ o'clock _____ M., and recorded in book/reel/volume No. _____ on page _____ or as fee/file/instrument/microfilm/reception No. _____. Record of Mortgages of said County. Witness my hand and seal of County affixed.

By _____ TITLE Deputy

EXHIBIT "A"

This Trust Deed is an All Inclusive Trust Deed and is second and subordinate to the Mortgage now of record which was recorded on 12/08/81, in Volume M81, Page 21091, Microfilm Records of Klamath County, Oregon, in favor of OREGON DEPARTMENT OF VETERANS' AFFAIRS, as Beneficiary, which secures the payment of a Note therein mentioned.

The Beneficiary, named herein, agrees to pay, when due, all payments due upon the said Promissory Note recorded in favor of OREGON DEPARTMENT OF VETERANS' AFFAIRS, and will save the Grantors herein harmless therefrom.

Should the said Beneficiary herein default in making any payments due upon said prior Note and Trust Deed, Grantor herein may make said delinquent payments and any sums so paid by the Grantor herein shall then be credited upon the sums next to become due upon the Note secured by this Trust Deed.

The real property taxes shall be paid by the Beneficiary each year beginning with the 1992-1993 fiscal year and upon payment of said real property taxes the amount paid will be added back to the balance of the Note secured by this All Inclusive Trust Deed. At such time as the underlying Note and Mortgage in favor of the Oregon Dept. of Veterans' Affairs is paid in full the Grantor herein shall become responsible for payment of the real property taxes.

STATE OF OREGON: COUNTY OF KLAMATH: ss.

Filed for record at request of Mountain Title Co. the 13th day
of March A.D., 19 92 at 9:12 o'clock A. M., and duly recorded in Vol. M92,
of Mortgages on Page 5233.
Evelyn Biehn County Clerk
By Pauline Mullendore

FEE \$20.00